

## **County of Los Angeles** INTERNAL SERVICES DEPARTMENT

1100 North Eastern Avenue Los Angeles, California 90063

FAX:

Telephone: (323) 267-2101 (323) 264-7135

February 26, 2013

"To enrich lives through effective and caring service"

To:

**Each Supervisor** 

From:

Tom Tindall

Director

Subject:

TERMINATION OF EQUIPMENT MAINTENANCE AND

Tan Turdace

REPAIR SERVICES CONTRACT

This is to advise your Board of recent actions to maintain contracted services after the withdrawal of an existing contractor for financial reasons.

## **Background**

On August 14, 2012, your Board authorized ISD to execute an agreement with Wiztec Incorporated ("Wiztec") for equipment maintenance and repair services for reproduction equipment. On February 5, 2013, Wiztec notified ISD that the company will discontinue field operations due to financial matters, and will not provide services to the County after February 28, 2013.

## **Actions Taken**

To maintain uninterrupted equipment maintenance services, ISD immediately solicited bids from three (3) current equipment maintenance contractors for the services. One company (Xerox) did not provide a bid, another company (Canon) proposed a price higher than Wiztec's, and the third company (Amtek) proposed a price lower than Wiztec's current prices.

As an interim solution, ISD intends to add all of the equipment under Wiztec's contract to Amtek to ensure the continuation of the critical services for the period of March 1, 2013 through May 31, 2013.

This action will provide ISD time to: 1) proceed with obtaining Board approval to formally terminate Wiztec's contract; 2) obtain Board approval to add the affected equipment with Amtek for the remaining term of its contract; and 3) proceed with a debarment action against Wiztec for a material breach of its contract.

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## Conclusion

ISD will file a Board letter for the necessary actions within the next 90 days. Should you have any additional questions regarding this matter, please contact me at 323-267-2101, or your staff may contact Joe Sandoval at 323-267-2109.

TT:JS:YY:OS

c: ISD Board Deputies Chief Executive Officer Deputy Chief Executive Officer County Counsel